

T-NEX and TRBO

“The New Oversight and Organizational Structure”

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AGENDA

Briefing Purpose & Background
T-NEX Regional Outline for FY04
Program & TRBO Alignment for T-NEX
Proposed TRBO Locations for FY05
Advantages / Disadvantages of TRBO Realignment
Draft Funding Letters (FY05)
Discussion & Questions

BRIEFING PURPOSE

- **Provide update on Tri-service Regional Business Offices (TRBOs) realignment with the proposed Multi-Service Market Areas (MSMAs)**
- **Leadership authority for present, near term, and long term (FY05) program oversight to operate the Regional Tri-service Support Program**
- **Proposed Air Force and Navy SG letters to fund FY05 standardization contract**

TSG/EA'S DECISION

- **Maintain current EA/TSG/DSG authority for the Regional Logistics Support Program (RLSP)**

- **TRBOs continue to conduct day-to-day business operations aligned under designated Senior MSMA leadership**



PROGRAM BACKGROUND

Asst Sec'y of Defense (HA) designated Army as Executive Agency for Regional Tri-service Medical Logistics (HA Policy #98-013):

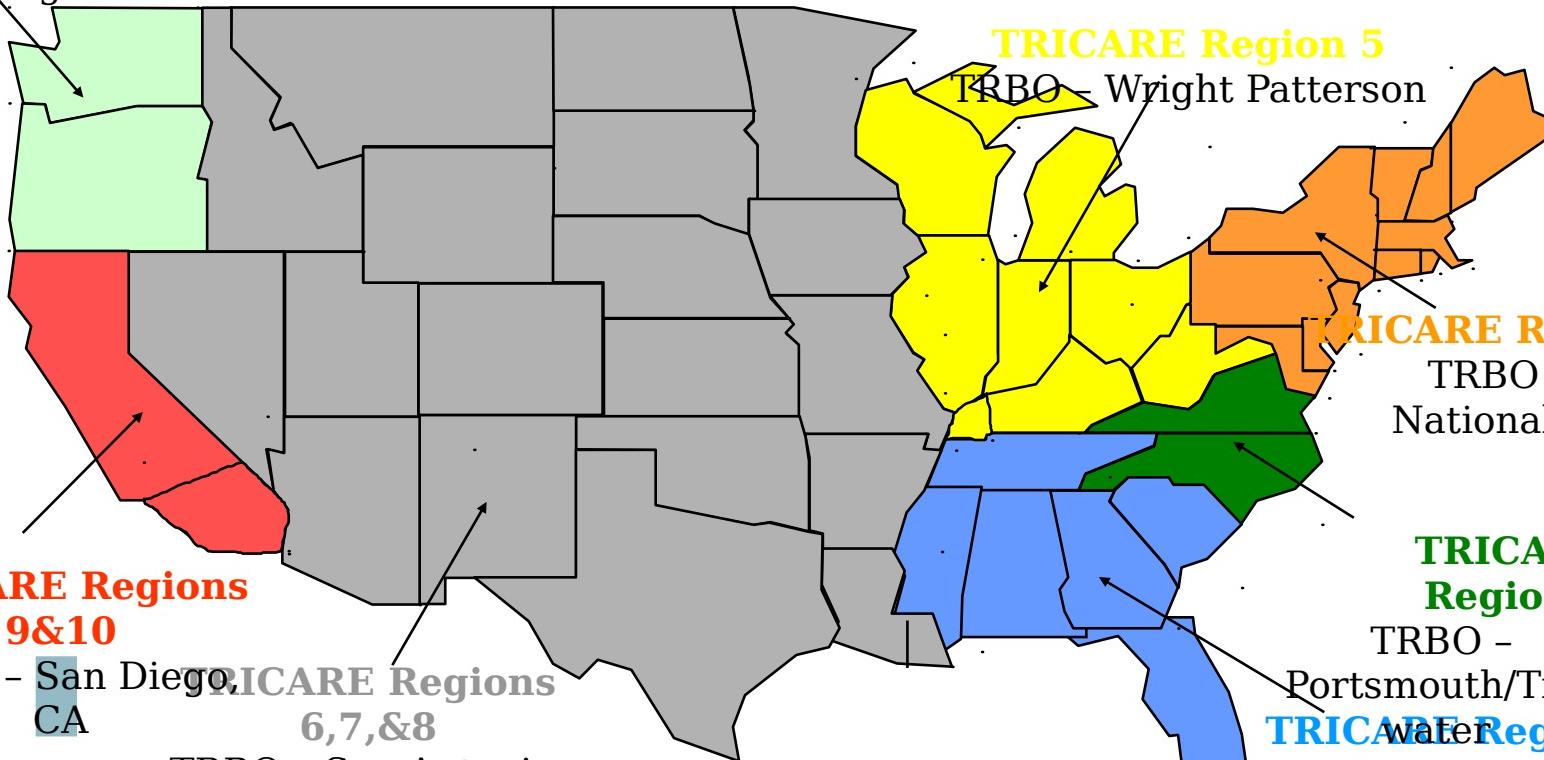
- Originally organized on a regional basis under direction of Lead Agent authority
- Primary focus on standardization & committed volume purchasing of medical surgical supplies
- First contract to create TRBOs funded by DSCP, FY98-02
- Second contract funded by DSCP in FY03; Services fund FY 04/05; fully funded in POM FY06-09
- Cost Avoidance: FY00 - \$3.04M FY01 - \$7.238M FY02 - \$9.258M FY03 - \$11.517M



TRICARE Standardization Regions Conus (TRBO) Locations

TRICARE Region 11

TRBO - Puget Sound



TRICARE Regions 9&10

TRBO - San Diego

CA

TRICARE Regions 6,7,&8

TRBO - San Antonio,
TX

Region 1: (A)	COL McCreary-Watson
Region 2:	LCDR McCue (N)
Region 3,4:	COL Franco (A)
Region 5:	MAJ Hale (AF)
Region 6,7,8:	LtCol Collins (AF)

Region 9,10: Pacific: (A)	CDR Diggs (N) LTC(P) Haraguchi
Europe:	LTC Velasquez (A)

TRBO - Biloxi, MS

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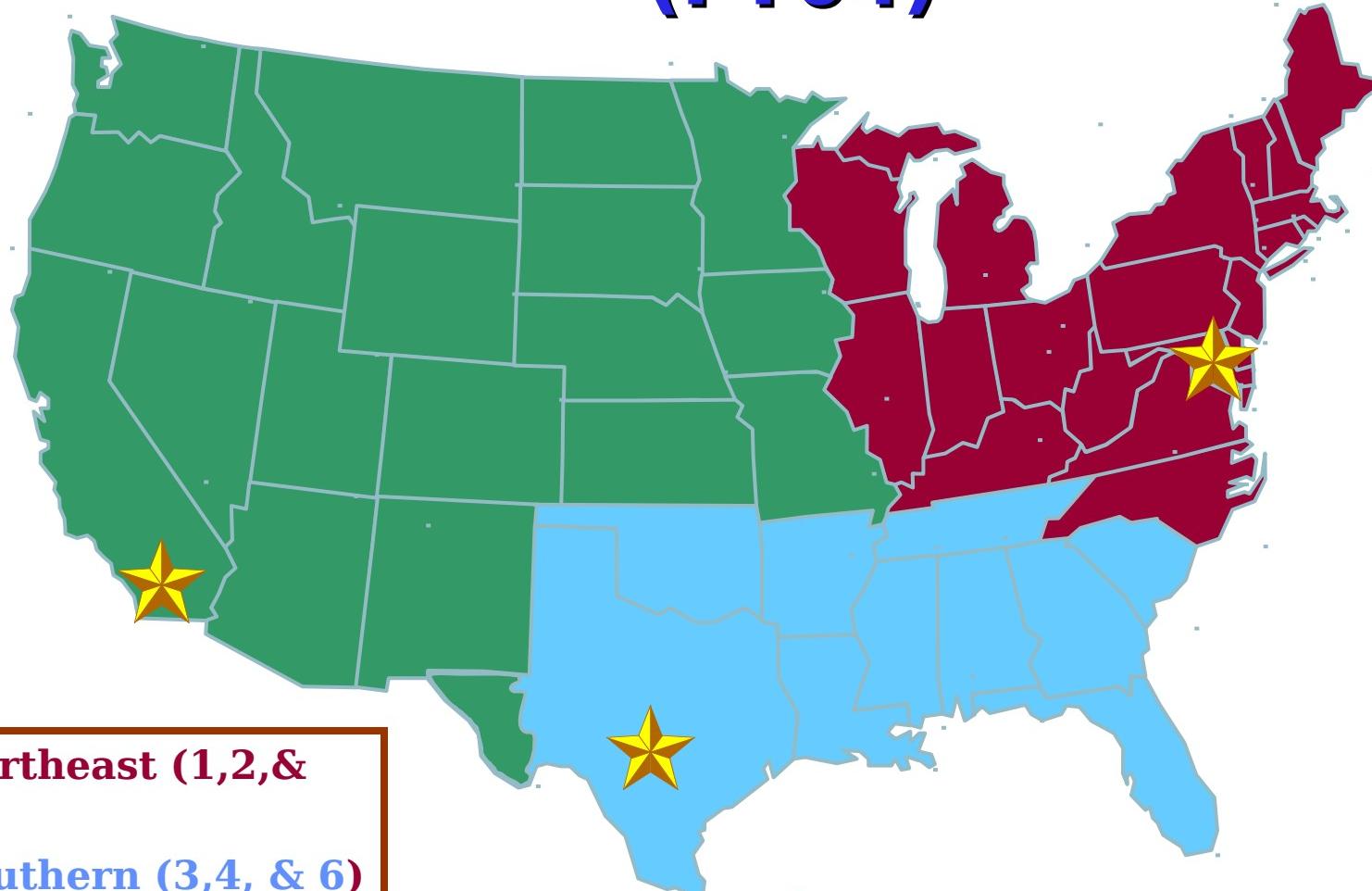


Program Cost Avoidance

FY 01, 02 and FY 03

Regions	Fiscal Year 2001		Fiscal Year 2002		Fiscal Year 2003	
	Target	Actual	Target	Actual	Target	Actual
1	\$1,253,811	\$1,076,160	\$1,377,753	\$1,980,740	\$1,362,759	\$1,033,811
2	344,932	615,745	534,823	631,061	1,376,421	1,106,065
3,4	880,359	465,932	1,225,826	1,226,310	1,668,459	1,908,491
5	242,998	262,641	134,637	203,143	293,842	373,206
6,7,8	1,643,569	1,349,789	1,422,187	2,818,347	1,974,140	4,781,658
9,10	1,075,997	843,348	695,632	724,647	960,667	1,232,656
11	1,272,837	1,427,299	775,083	1,568,908	712,079	652,993
12			7,456	55,330	77,143	209,414
Europe			9,232	50,152	92,224	218,634
Totals	\$6,714,503	\$6,040,914	\$6,182,629	\$9,258,638	\$8,517,734	\$11,516,928

T-NEX REGIONAL OUTLINE (FY04)



- **Northeast (1,2,& 5)**
- **Southern (3,4, & 6)**
- **Central/West (Central, 9,10,11,12, AK)**



Transitioning Alignment for TRBOs Under T-NEX

- Deputy Surgeon's General for the Army, Air Force, and Navy signed "Authority for Governing the Tri-service Regional Logistics Support Program" (RLSP) for FY 04.
- Letter places responsibility for RLSP oversight and program management under the designated Senior Multi-service Market Managers (MSMM).
- The T-NEX establishes the MSMM, which we adopt as the governing authority for the RLSP and TRBOs.



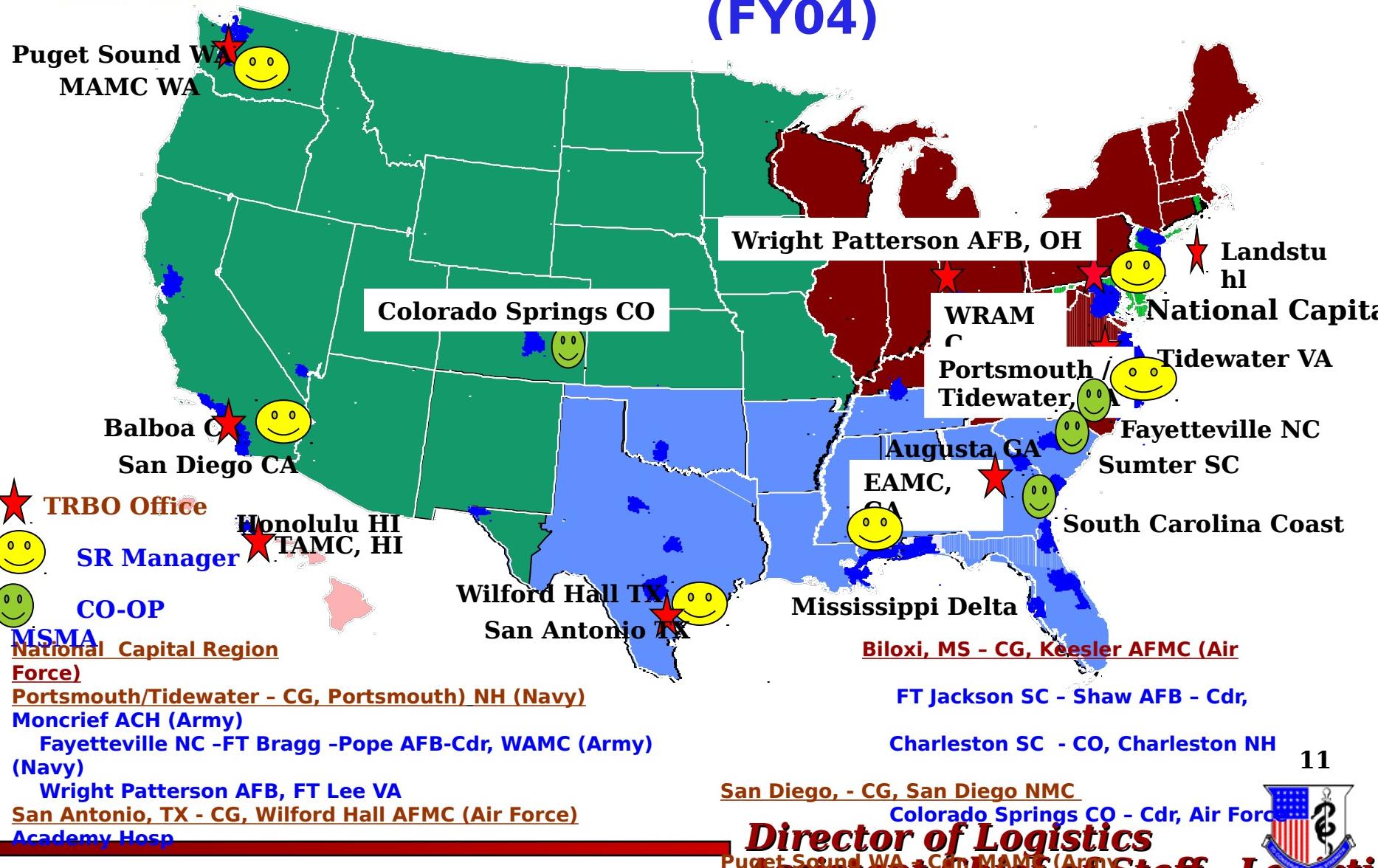
Senior Multi-Service Market Managers & TRBO Co-op Alignments FY04

- ★ **National Capital Region - CG, WRAMC (Army)**
- ★ **Portsmouth/Tidewater - CG, Portsmouth NMC (Navy)**
- AFB - Cdr, Wright Patterson AFB, Fayetteville, NC - FT Bragg - Pope WAMC (Army), Ft Eustis / Ft Lee (Army)
- ★ **Biloxi, MS - CG, Keesler AFMC (Air Force)**
- FT Jackson, SC - Shaw AFB - Cdr, Moncrief ACH (Army)
Charleston SC - CO, Charleston NH (Navy)
- ★ **San Antonio, TX - CG, Wilford Hall AFMC (Air Force)**
- ★ **San Diego, CA - CG, San Diego NMC (Navy)**
- Colorado Springs, CO - Cdr, Air Force Academy Hospital
- ★ **Puget Sound, WA - CG, MAMC (Army)**
- Alaska - Cdr, Elmendorf Hospital (Air Force)
- ★ **Pacific Region - CG, TAMC (Army)**
- ★ **European Region - CG, LMC (Army)**
- ★ = EA/TSG/DSG/ Designated MSMM for RLSP (TRBO)





MSMA & TRBO CO-OP ALIGNMENT (FY04)





PROPOSED TRBO LOCATIONS (FY05)

Puget Sound

MAMC, WA



Colorado Springs
CO

Balboa, CA



San Diego CA

Honolulu HI
TAMC, HI

TRBO
Office

SR
Manager

CO-OP
Manager

Wilford Hall, TX

San Antonio TX



Mississippi Delta



WRAM
C

Portsmouth /
Tidewater

Nation
al

Capital
Tidewater V

Fayetteville NC

Sumter SC

South Carolina Coa



ADVANTAGES OF TRBO REALIGNMENT

- **Senior Multi-Service Market Manager can extend and leverage standardization as part of master business plan in marketing beyond boundaries**
- **Medical Surgical PV Gen III & TRBO contracts are parallel for FY06 revision to match requirements**
- **Clinically led program with clinician/logistician involvement in standardization process and compliance**
- **Provides Cdrs flexibility and independence to make optimum decisions to serve the population**
- **Fosters the partnering between current TRBO structure with the projected MSMA**
- **PV distribution boundaries remain intact with Senior Multi-Service Market Manager and TRBO leadership alignment**



POTENTIAL DISADVANTAGES

- **Loss of Lead Agents leaves TRBOs with no designated regional leadership**
- **Expected T-NEX transition issues must mature prior to any major TRBO contract revision**
- **Unplanned TRBO realignment will be disjointed with Med/Surg PV distribution contract boundaries**





Draft Funding Letters for **FY05**



DISCUSSION & QUESTIONS

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